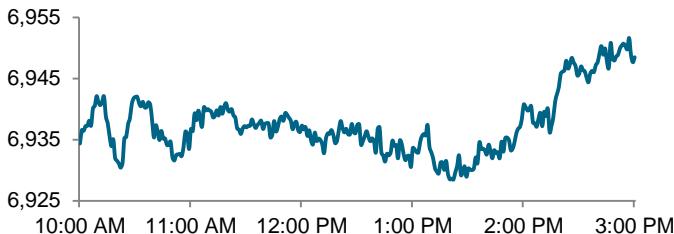


# DAILY MARKETS OVERVIEW

NOVEMBER 2, 2017

## TASI Intraday



Source: Reuters

## Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	6,948	0.2	0.5	-3.6	16.5
Saudi (NOMU)	3,243	4.4	1.6	NA	NA
Energy	3,969	0.0	2.6	-20.3	14.0
Materials	4,738	0.2	0.5	-4.9	19.5
Capital Goods	4,112	0.1	-0.2	-17.6	13.7
Com. & Prof. Svc	4,300	-0.1	1.1	-14.8	19.1
Transportation	3,825	-0.5	0.2	-25.0	14.6
Cons. Durables & Apparel	4,095	0.1	0.0	-11.9	NA
Consumer Services	4,184	-0.1	2.5	-13.4	12.7
Media	8,001	-0.4	1.5	56.2	NA
Retailing	5,684	0.4	-0.3	15.8	18.0
Food & Staples Retailing	5,457	-1.4	-0.3	8.0	17.1
Food & Beverages	4,902	-0.6	-0.8	0.0	NA
Health Care Equipment	4,384	-0.3	-0.1	-12.6	23.9
Pharma, Biotech & Life Science	3,931	-0.3	-0.8	-27.0	9.8
Banks	5,247	0.5	0.3	3.2	10.7
Diversified Financials	4,422	-0.2	2.4	-11.3	NA
Insurance	5,020	0.7	3.5	2.2	15.9
Telecommunication	4,120	-0.4	4.3	-17.6	14.0
Utilities	5,208	-0.2	2.8	7.2	11.1
REITs	4,856	0.7	2.1	-2.9	NA
Real Estate	4,282	0.4	-0.7	-14.6	NA

Sources: Bloomberg, Reuters

## Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
The Mediterranean & Gulf Insurance & Reinsurance Co.	34.35	5.2%	31.8
Al-Ahlia Insurance Co.	12.50	5.0%	30.0
Al Alamiya for Cooperative Insurance Co.	26.61	4.2%	14.7
Arabia Insurance Cooperative Co.	18.51	3.4%	15.2
AL Maather REIT Fund	9.76	3.2%	19.2

Source: Tadawul

## Latest Earnings

Company	Date	Period	Q NI (SAR mn)	YoY %	Q EPS (SAR)	Vs. Consensus
Samba Financial Group	1-Nov	Q3 17	1,308.0	-2.5	0.65	BEAT
Banque Saudi Fransi	1-Nov	Q3 17	1,001.0	-0.9	0.83	MEET
Alawwal Bank	1-Nov	Q3 17	363.0	38.1	0.32	NA
Saudi Industrial Investment Group	1-Nov	Q3 17	226.0	NA	0.50	NA
National Petrochemical Co.	1-Nov	Q3 17	196.9	2.8	0.41	BEAT

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of November 2, 2017

(2) WTD: Week to Date and YTD: Year to Date

## Saudi Market Update

- The TASI closed 0.2% higher at 6,948 on Wednesday. The NOMU ended 4.4% higher at 3,243. TASI traded value totaled SAR 3.1bn and averaged SAR 2.9bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 59.9% of the daily traded value.
- Banks and Materials ended 0.5% and 0.2% higher respectively. Telecom closed 0.4% lower. Insurance and REITs (up 0.7%) were the best performers. Among stocks, The Mediterranean & Gulf Insurance & Reinsurance Co. (8030/MEDGULF AB), Al-Ahlia Insurance Co. (8140/ALAHLIA AB), and Al Alamiya for Cooperative Insurance Co. (8280/ALALAMIY AB) led gainers.
- According to data from the Saudi Arabian Monetary Authority, banks' investment in Treasury bonds rose by SAR 3.4bn (USD 907mn) on an M/M basis to SAR 232bn (USD 61.8bn) in September. However, on an YTD basis, it increased by SAR 53.5bn (USD 14.3bn). (Source: Argaam)
- According to the Saudi Press Agency, a new authority for cyber security, the National Authority for Cyber Security, has been established in line with a royal decree. The authority has been set up to boost the country's cyber security, and protect its sensitive infrastructure, vital interests, and national security. (Source: Trade Arabia)
- The International Monetary Fund stated in its Regional Economic Outlook for the Middle East and Central Asia that Saudi Arabia would be required to trade oil at USD 70 per barrel in 2018 to break even, which is a measure of the crude price required to meet spending plans and balance the budget. (Source: Arabian Business)
- Reuters reported that the export prices of Arab Light for December would be hiked at least 90 cents a barrel for customers in Asia. (Source: Gulf Base)
- According to the Executive Vice President of Engineering and Projects at the Saudi Electricity Co. (5110/SECO AB), the company signed two technical agreements with GE Power to work on raising gas turbine efficiency. The first agreement would help reduce the cost of power plant maintenance and power generation, whereas the second deal would focus on installing a new system of fuel additives in gas turbines to increase capacity and reduce the water-washing cycle. (Source: Argaam)

## Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Trade Union Cooperative Insurance Co.	21.57	-5.9%	18.6
Saudi Hotels & Resort Areas Co.	18.90	-5.4%	5.2
Saudi Industrial Services Co.	11.02	-3.7%	18.7
Saudi Indian Co for Cooperative Insurance	22.72	-3.0%	10.4
United International Transportation Co.	26.01	-2.8%	5.2

## Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Alinma Bank	17.68	1.2%	719.2
Saudi Basic Industries Corp.	99.46	0.1%	618.0
Dar Alarkan Real Estate Development Co.	8.45	3.1%	285.5
Al Rajhi Bank	64.81	0.7%	166.8
Solidarity Saudi Takaful Co.	20.24	1.7%	57.4

Source: Tadawul

## PUBLIC Disclaimer:

This report has been prepared solely for information purposes and is not an offer to buy or sell or a solicitation of an offer to buy or sell any security or instrument or to participate in any particular investment or trading strategy. The data in the report is based on or derived from information generally available to the public from sources believed to be reliable. No representation or warranty can be given with respect to the accuracy or completeness of the information.

# DAILY MARKETS OVERVIEW

NOVEMBER 2, 2017

## GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	3,635	0.0	-0.4	2.9	23.3
Abu Dhabi (ADX)	4,485	0.1	0.4	-1.3	16.4
Kuwait (KSE)	6,530	0.2	-1.4	13.6	16.6
Qatar (QE)	8,171	0.1	0.5	-21.7	13.1
Oman (MSM)	5,049	0.8	1.8	-12.7	11.5
Bahrain (BSE)	1,279	0.2	0.1	4.8	7.1
DJMENA Index	515	0.2	0.3	-0.9	NA

Source: Bloomberg, Reuters

## Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,579	0.2	-0.1	15.2	21.7
US (NASDAQ 100)	6,717	-0.2	0.2	24.8	25.0
UK (FTSE 100)	7,488	-0.1	-0.2	4.8	23.2
Germany (DAX)	13,466	1.8	1.9	17.6	19.1
France (CAC 40)	5,514	0.2	0.4	13.4	19.0
Russia (MICEX)	2,083	0.9	0.7	-5.6	7.8
Japan (Nikkei)	22,420	1.9	1.9	17.1	19.5
Hong Kong (HSI)	28,594	1.2	0.5	30.0	13.6
South Korea (KOSPI)	2,556	1.3	2.4	26.2	12.2
China (SHCOMP)	3,396	0.1	-0.6	9.4	16.9
India (NIFTY)	10,441	1.0	1.1	27.5	24.1
Brazil (IBOV)	73,824	-0.7	-2.8	22.6	21.9
Turkey (BIST 100)	1,13,024	2.6	4.8	44.6	10.7
Egypt (EGX30)	14,277	-0.5	2.3	15.7	10.2
MSCI Emerging Markets	1,129	0.9	1.7	30.9	16.3
MSCI World	2,041	0.2	0.3	16.6	21.1

Source: Bloomberg, Reuters

## Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	60.5	-1.4	0.1	6.5	25.7
Natural Gas (\$/mmbtu)	2.9	-0.1	-2.4	-21.9	-11.1
Gold (\$/oz)	1,275	0.3	0.1	10.6	-1.0
Silver (\$/oz)	17.1	2.5	1.6	7.7	-6.7
Platinum (\$/oz)	933	1.6	1.7	3.3	-5.9
Copper (\$/t)	6,899	1.2	1.4	24.9	40.6
Zinc (\$/t)	3,326	0.1	3.0	30.0	35.5
Lead (\$/mt)	2,452	1.3	0.9	23.5	19.5
Wheat (\$/bu)	418	-0.1	-2.2	-10.1	-15.1
Corn (\$/bu)	348	0.7	-0.1	-8.4	-9.8
Sugar (\$/lb)	14.6	-0.9	-0.1	-21.4	-26.0

Source: Bloomberg

## Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	1.38	0.00	0.38	0.00
Saudi Arabia	1.79	0.00	-0.24	0.41
UAE	1.57	0.00	0.10	0.19
Kuwait	1.75	0.00	0.31	0.37
Qatar	2.49	0.04	0.71	1.11
Bahrain	2.50	0.00	0.40	1.12

Source: Reuters

**NOTES:** (1) Prices updated as of November 2, 2017 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable

## GCC & Global Markets Update

- US markets ended mixed on Wednesday. The S&P 500 closed 0.2% higher while NASDAQ closed 0.2% lower. Dow Jones Industrial gained 0.3%. In Europe, the UK ended 0.1% lower while Germany and France gained 1.8% and 0.2% respectively.
- Asian markets are trading mixed on Thursday. China is down by 0.6% while Japan is up by 0.2%. South Korea and Hong Kong are down by 0.5% and 0.2% respectively. India is trading flat.
- GCC markets ended in green on Wednesday. Dubai closed flat while Abu Dhabi gained 0.1%. Kuwait and Qatar ended 0.2% and 0.1% higher respectively. Oman and Bahrain gained 0.8% and 0.2% respectively.
- US ISM Mfg Index for the month of October 2017 stood at 58.7 (prior: 60.8; consensus: 59.5). (Source: Econoday)
- According to the US EIA Petroleum status report, crude oil inventories declined by 2.4mn barrels for the week ended October 27. (Source: Econoday)
- The Arab Times reported that Kuwait would invest USD 160bn (KWD 48.9bn) to develop five major islands – Aouha, Warba, Maskan, Bubiyan, and Failaka – over the next 20 years. The country plans to transform these islands into tourism and leisure destinations comprising hi-tech travel centers; canals similar to those found in Venice, Italy; shopping complexes, and other amenities. (Source: Trade Arabia)
- According to a recent World Bank report, the UAE was the top destination among GCC countries for its ease of doing business. (Source: Argaam)
- The International Monetary Fund's Middle East and Central Asia Director revealed Abu Dhabi's economic growth would accelerate to match that of Dubai in 2018, driven by government-led infrastructure projects, which would boost the capital's non-oil economy. (Source: Gulf Base)
- According to the Non-Resident Ambassador of the Republic of Singapore to the Sultanate of Oman, Oman has a great opportunity to emerge as an aquaculture hub, with an export potential expected at USD 7bn (OMR 2.7bn) per annum. (Source: Gulf Base)
- National Bank of Kuwait's (NBK KK) long-term issuer default rating was affirmed at "Aa3" by the Moody's Investors Service. The agency also placed the bank's baseline credit assessment at "a3". (Source: Mubasher)
- National Industries Group Holding (NIND KK) announced it would exit its 24% stake in an investment. Mubasher believes the investment being referred to is the stake in the Airport International Group in Jordan. (Source: Mubasher)
- Citing sources familiar with the matter, Reuters reported UAE-based Mubadala Development Company is looking to purchase a stake in the gas pipeline network owned by Brazilian company Petrobras (PETR3 BZ). (Source: Mubasher)

## Coming Up

- US jobless claims for the week ended October 28 (prior: 233K; consensus: 235K) will be announced today. (Source: Econoday)
- Change in China's CPI for the month of October 2017 (prior: 0.5% M/M, 1.6% Y/Y) will be announced on November 8. (Source: Econoday)
- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended November 3 (prior: -2.4mn barrels) will be announced on November 8. (Source: Econoday)

### PUBLIC DISCLAIMER:

This report has been prepared solely for information purposes and is not an offer to buy or sell or a solicitation of an offer to buy or sell any security or instrument or to participate in any particular investment or trading strategy. The data in the report is based on or derived from information generally available to the public from sources believed to be reliable. No representation or warranty can be given with respect to the accuracy or completeness of the information.



## Contacts

### RESEARCH & ADVISORY DEPARTMENT

[Research&Advisory@FransiCapital.com.sa](mailto:Research&Advisory@FransiCapital.com.sa)

### SAUDI FRANSI CAPITAL

#### Call Centre

800-125-9999

#### Website

[www.sfc.sa](http://www.sfc.sa)

### SAUDI FRANSI CAPITAL (CLOSED JOINT STOCK COMPANY OWNED BY BANQUE SAUDI FRANSI)

C.R. 1010231217 - Paid Up Capital 500,000,000 S.R. - Capital Market Authority 11153-37

Head Office: 8092 King Fahd Road - Riyadh 12313-3735 - Kingdom of Saudi Arabia

Mailing Address: P.O. Box 23454 - Riyadh 11426

Tel: +966 11 282 6666 - Fax: +966 11 282 6667

800 124 3232 | [www.sfc.sa](http://www.sfc.sa) C.R. 1010231217, PO Box 23454, Riyadh 11426,

Saudi Arabia, Head Office Riyadh

#### PUBLIC

#### Disclaimer:

This report has been prepared solely for information purposes and is not an offer to buy or sell or a solicitation of an offer to buy or sell any security or instrument or to participate in any particular investment or trading strategy. The data in the report is based on or derived from information generally available to the public from sources believed to be reliable. No representation or warranty can be given with respect to the accuracy or completeness of the information.